



Date: February 18, 2021

Subject: ACR1 Options - Expiration Pricing Consideration

ACR1 (adjusted ACRES Commercial Realty Corporation options) will be subject to special pricing consideration in expiration processing on February 19, 2021. The pricing consideration is due to the undetermined cash in lieu of fractional shares amount included in the option deliverable of ACR1 as indicated below. These options will continue to be subject to normal exercise based on customary exercise thresholds in OCC's Ex-by-Ex processing.

MEMBERS SHOULD ADVISE THEIR CUSTOMERS TO TAKE THE FOLLOWING CONSIDERATIONS INTO ACCOUNT IN DECIDING TO EXERCISE, OR NOT TO EXERCISE, THESE OPTIONS.

ACR1

ACR1 options are adjusted ACRES Commercial Realty Corporation options (formerly Exantas Capital Corporation), adjusted February 17, 2021 (see OCC Information Memo #48269). The deliverable of ACR1 options is:

NEW DELIVERABLE

PER CONTRACT:

- 1) 33 ACRES Commercial Realty Corporation (ACR) Common Shares
- 2) Cash in lieu of approximately 0.3333 fractional ACR Shares

As of February 18, 2021, the ACR Exchange Agent has not determined the price to be used to determine the cash in lieu amount.

For purposes of calculating a ACR1 price for use in expiration processing, OCC will use the following formula:

$$\text{ACR1} = 0.333333 (\text{ACR})$$

For example, if ACR closes at 11.65, the ACR1 price would be:

$$\text{ACR1} = 0.333333 (11.65) = 3.88$$

This formula includes an estimate for the value of the cash in lieu amount and not the actual amount applicable in the reverse split.

ALL CLEARING MEMBERS ARE REQUESTED TO IMMEDIATELY ADVISE ALL BRANCH OFFICES AND CORRESPONDENTS ON THE ABOVE.

For questions regarding this memo, call Investor Services at 1-888-678-4667 or email investorservices@theocc.com. Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.

